

48020 TOP SECRET

30 JUL 1950

1407

# GENERAL

1. US concerned over lessened German cooperation--The Department of State has expressed to US High Commissioner McCloy its concern over indications from several sources that the Germans have recently taken a less cooperative attitude in negotiations on the Schuman Plan, probably because they feel their position has been strengthened by the apparent eagerness of the Western Powers to sue for German military support. The Department suggests, in view of the great importance of the German attitude during this period while the Western allies are attempting to reach agreement of German participation in a common defense, as well as the long-range importance of the outcome of the Schuman Plan, that McCloy may wish to point out to West German Chancellor Adenauer that this feeling of decreased German cooperation exists generally among the Western nations. The Department considers that current discussions of drawing Germany into a common defense arrangement, far from lessening the need for European economic cooperation, make it more imperative that the negotiations on the Schuman Plan, to whose success the US attaches great importance, be concluded rapidly and satisfactorily.

S/TS

# FAR EAST

2. Possible Chinese Communist intervention in Korea--US Ambassador Kirk has received reports from his British and Dutch colleagues in Moscow that Chinese Communist leaders in Peiping favor Chinese military intervention in the Korean war if UN forces cross the 38th Parallel. According to Kirk's information, reports concerning the existence of this sentiment among Chinese Communists have come from the Dutch charge and the Indian ambassador in Peiping. The Indian representative is reported to have told his government that a Chinese Communist decision on intervention has

CIA/S

- 1 -

TOP SECRET

TOP SECRET

crystallized since mid-September and is based on the conviction that the entering of US forces into North Korea would indicate a basic US aim to carry the war to Manchuria and China in order to return Chiang Kai-shek to power in China. In commenting on this information, Kirk says he finds it difficult to accept these reports as authoritative analyses of Chinese Communist plans. He takes the line that the logical moment for Communist armed intervention came when the UN forces were desperately defending a small area in southern Korea and when the influx of an overwhelming number of Chinese ground forces would have proved a decisive factor. He warns that prudence is indicated in this situation but expresses his view that the Chinese Communists, through press propaganda and through personal contacts with foreign diplomatic personnel, have taken a strong line since the Inchon landing in the hope of bluffing the UN on the 38th Parallel issue.

3. INDONESIA: Army faces tense situation with Ambonese--  
An Indonesian army officer has disclosed to US Consul Mill in Surabaya that the Indonesian army is on stand-by orders in that area as a consequence of increasing tension with Ambonese armed units which were members of the Dutch colonial forces prior to the granting of Indonesian independence. According to Mill's informant, the Ambonese are well armed and very bitter against the Indonesian army. He regards the situation as potentially very serious.

*CIA/Conf.*

- 2 -

TOP SECRET

TOP SECRET

UNCLASSIFIED when blank. TOP SECRET when attached to Top Secret Document. Automatically downgraded to SECRET when filed in form is detached from controlled document.

## CONTROL AND COVER SHEET FOR TOP SECRET DOCUMENT

DOCUMENT DESCRIPTION		REGISTRY	
SOURCE	1407	CIA CONTROL NO.	48020
DOC. NO. <i>ORE</i>		DATE DOCUMENT RECEIVED	
DOC. DATE <i>Daily Summary</i>		LOGGED BY	
COPY NO. <i>30 Sept 1950</i>			
NUMBER OF PAGES <i>2</i>			
NUMBER OF ATTACHMENTS			

ATTENTION: This form will be placed on top of and attached to each Top Secret document received by the Central Intelligence Agency or classified Top Secret within the CIA and will remain attached to the document until such time as it is downgraded, destroyed, or transmitted outside of CIA. Access to Top Secret matter is limited to Top Secret Control personnel and those individuals whose official duties relate to the matter. Top Secret Control Officers who receive and/or release the attached Top Secret material will sign this form and indicate period of custody in the left-hand columns provided. Each individual who sees the Top Secret document will sign and indicate the date of handling in the right-hand columns.

REFERRED TO		RECEIVED		RELEASED		SEEN BY		
OFFICE	SIGNATURE	DATE	TIME	DATE	TIME	SIGNATURE	OFFICE/OIV.	DATE
CTSC		25 May 67		25 May 67				
OC 1		26 May 67						

NOTICE OF DETACHMENT: When this form is detached from Top Secret material it shall be completed in the appropriate spaces below and transmitted to Central Top Secret Control for record.

DOWNGRADED		DESTROYED		DISPATCHED (OUTSIDE CIA)	
TO		BY (Signature)		TO	
BY (Signature)		WITNESSED BY (Signature)		BY (Signature)	
OFFICE	DATE	OFFICE	DATE	OFFICE	DATE
Approved	For Release	2000/09/12	: CIA-RDP79T01762A000400020002-1		